



## Consent Item

**Date:** June 9, 2025

**Division:** Finance

**Subject:** Renewal of RFP #3107-23 Depository Services

### Background Information:

- On May 15, 2023, the Lewisville ISD Board of Trustees approved the first two-year term of RFP #3107-23 Depository Services.
- If approved, this would be the first renewal option of three possible two-year terms.
- This bid provides for a financial institution to serve as depository for the purpose of assisting with the banking functions for designated funds of the District.
- Texas Education Agency (TEA) rules stipulate that a school depository must be a bank located in Texas and must be insured by the Federal Depository Insurance Corporation.
- TEA rules allow school districts to have up to three contract extensions.
- TEA rules stipulate that depository extensions can only occur when there are no changes in terms and conditions from the current contract.

### Administrative Consideration:

- The recommended vendor has consistently displayed professionalism and competence in managing LISD's Depository Contract.
- Extending the contract eliminates potential transition issues and new costs.
- This procurement complies with Chapter 45, Subchapter G, School District Depositories of the Texas Education Code.
- The Earnings Credit Rate (ECR) has previously offset the annual expenditures associated with Depository Services. ECR is the interest paid by banks on the deposits of customers.
- Previous annual expenditures:
  - 2023 - \$0
  - 2024 - \$0
- Anticipated annual expenditures: \$110,000 but not to exceed the approved budget. The ECR is expected to offset this cost.

### Recommendations:

- That the Lewisville ISD Board of Trustees approves the extension of RFP #3107-23 Depository Services, the estimated annual expenditures, and the recommended vendor for two years.

**Timeline/Report:**

- Term: September 1, 2025 – August 31, 2027